

ND RISK MANAGEMENT FUND

State Investment Board Balance Sheet As of 7/31/2008

	As of <u>7-31-08</u>	As of <u>6-30-08</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,013,954	\$ 1,018,171
DOMESTIC FIXED INCOME	2,318,677	2,351,498
INVESTED CASH (NOTE 1)	185,840	185,642
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TOTAL INVESTMENTS	3,518,471	3,555,311
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	48,695	47,430
MISCELLANEOUS RECEIVABLE	7	6
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TOTAL RECEIVABLES	48,702	47,436
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (I	131,410	131,410
OPERATING CASH	164	195
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TOTAL ASSETS	<u>\$ 3,698,747</u>	<u>\$ 3,734,352</u>
LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	131,410	131,410
ACCOUNTS PAYABLE	18	24
ACCRUED EXPENSES	46	42
INVESTMENT EXPENSE PAYABLE	5,483	5,483
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TOTAL LIABILITIES	136,957	136,959
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	3,597,393	3,695,796
CASH IN DURING YEAR (NOTE 3)	0	0
CASH OUT DURING YEAR (NOTE 4)	0	0
NET INCREASE (DECREASE)	(35,603)	(98,403)
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NET ASSETS AVAILABLE END OF PERIOD	3,561,790	3,597,393
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 3,698,747</u>	<u>\$ 3,734,352</u>

ND RISK MANAGEMENT FUND

State Investment Board Profit and Loss Statement For the Month Ended 7/31/2008

	Month Ended <u>7-31-08</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 12,887	\$ 12,887
SECURITIES LENDING INCOME	324	324
	<u>13,211</u>	<u>13,211</u>
GAIN ON SALE OF INVESTMENTS	56,804	56,804
LOSS ON SALE OF INVESTMENTS	<u>62,982</u>	<u>62,982</u>
NET GAINS (LOSSES) INVESTMENTS	(6,178)	(6,178)
INVESTMENT EXPENSES	4,244	4,244
SECURITIES LENDING EXPENSES	249	249
NET INVESTMENT INCOME	2,540	2,540
NET APPREC (DEPREC) MARKET VALUE	(38,115)	(38,115)
MISCELLANEOUS INCOME/(EXPENSE)	<u>1</u>	<u>1</u>
TOTAL INVESTMENT INCOME	<u>(35,574)</u>	<u>(35,574)</u>
DEDUCTIONS:		
ADMINISTRATIVE EXPENSES	29	29
NET INCREASE (DECREASE)	<u>\$ (35,603)</u>	<u>\$ (35,603)</u>

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Notes To Financial Statements
July 31, 2008

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.